Permit Number: P-3868-01-11-S

STATE OF ALABAMA SURFACE MINING COMMISSION

(xx) Transfer Application for a Surface Coal Mine () Transfer Application for an Underground Coal Mine
() Transfer Application for a Preparation Facility
NAME OF CURRENT PERMITTEE: Job Land & Mineral, Inc.
ADDRESS. 270 Old Dave Book Blown ONE OLE 2000
ADDRESS: 378 Old Dora Road Phone 205-915-3289 Sumiton, AL 35148
Sumiton, AL 33146
PART I A. IDENTIFICATION
1.PERMIT APPLICANT
Name: RAC Mining, LLC
Street Address: 378 Old Dora Road
City: Sumiton State: AL Zip: 35148 Mailing Address: P.O. Box 415 City: Dora State: AL Zip: 35062
Mailing Address: P.O. Box 415
City: <u>Dora</u> State: <u>ALZip:_35062</u> Telephone Number: (_205) _915-3289
Telephone Number: (205) 915-3289
Social Security Number(Voluntary):
Employer Identification Number: 27-1360540
ASMC License#: Pending
2.ENTITY OR PERSON RESPONSIBLE FOR PAYING ABANDONED MINE LAND RECLAMATION FEES
Name: Applicant
Street Address:
City:State:Zip:
Mailing Address:
City:State:Zip: Felephone Number:()
Telephone Number: ()
octal security Number (Voluntary):
Employer Identification Number:
ASMC License#:
B.IDENTIFY THE OPERATOR FOR THIS MINE IF DIFFERENT FROM THE PERMITTEE
Name: Applicant
Street Address:
City: State: Zip:
Mailing Address: City: State: Zip: Telephone Number: ()
City:State:Zip:
Telephone Number: ()
ocial Security Number(Voluntary):
Employer Identification Number:
ASMC License#:
. CONTACT PERSON FOR PERMIT REVIEW ISSUES AND CORRESPONDENCE
Jame: Leslie G. Stephens c/o PERC Engineering Co., Inc.
Mailing Address: Post Office Box 1712
City: Jasper State: AL Zip: 35502-1712
Telephone Number: (_205_)295-3127

Permit Number: P-3868-01-11-S

PART I B. OWNERSHIP AND CONTROL

1.	PERMIT APPLICANT OWNERSHIP AND CONTROL. At the time of filing of this application provide an update of all information contained in the applicant's license file or certify that the information contained in the license is accurate and complete. The updated information shall be submitted on Part I A through Part I F of the License application form. Check one of the following:
	A license update is included
	Information contained in the license file is accurate and complete at the time of filing of this application. No update is included.
	Following notification that the permit appears eligible for issuance, the applicant must certify that all information in this application and the license file pertaining to ownership and control, surface mining history and violation history is still valid or the applicant must submit the appropriate update information.
2.	OPERATOR OWNERSHIP AND CONTROL. If someone other than the permittee has been identified as the operator under this permit, an update of the ownership and control information contained in the operator's license file must be provided or certify that the information contained in the license file is accurate and complete. The updated information shall be submitted on Part I A through Part I F of the License application form. Check one of the following: Not Applicable
	A license update is included
	Information contained in the license file is accurate and complete at the time of filing of this application. No update is included.
	Following notification that the permit appears eligible for issuance, the applicant must certify that all information in this application and the license file pertaining to ownership and control, surface mining history and violation history is still valid or the applicant must submit the appropriate update information.
3.	CONTROL OF MINING OPERATION THROUGH CONTROL OF COAL TO BE MINED. Provide the information below for any person or entity who owns or controls the coal to be mined under this permit and who by lease, sublease, or other contract: A. has the right to receive the coal after mining, or, B. has the authority to determine the manner in which the operator or permittee conducts surface coal mining operations.
	(USE ADDITIONAL SHEETS IN THE FORMAT BELOW IF NECESSARY) Name: Not Applicable Street Address: City:State:Zip: Mailing Address:
	Mailing Address: City: State: Zip: Telephone Number:()
	Telephone Number: ()
	Employer Identification Number:
	ASMC License#:

Permit Number: P-3868-01-11-S

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS

OWNERSHIP OF PROPERTY TO BE MINED AND RIGHT OF ENTRY.

INSTRUCTIONS: Show the property ownership boundaries of each parcel of land in the permit area on the permit map or an overlay of the same scale as the permit map. If the surface estate is severed from the mineral estate, show and describe the ownership of each estate separately. In the spaces below, identify:

- 1. Every current legal or equitable owner(s) of record (as found in a standard search of title) of the property;
- The holders of record of any leasehold interest in the property; and,
- 3. Any purchaser of record under a real estate contract of the property.

Describe the basis of the applicant's legal right to enter and mine on all properties contained in the permit application. If the mineral estate has been severed from the surface estate, describe the basis of the legal right to enter and mine both the surface and mineral separately. Give the nature of such right (i.e. lease, deed, contract, etc.), where recorded, describe from whom, to whom, and the date executed, and whether that right is the subject of pending litigation.

USE ADDITIONAL SHEETS IN THE FORMAT BELOW AS NECESSARY

		Page <u>1</u> of <u>4</u>	1		======	======
Legal description of Parker Towing Comp	of property o pany, Inc. (S	 r permit map)	symbol:			
Surface/Mineral/or			е			
Legal owner(s) of a	record: Parke	r Towing Comp	anv, Inc.			
Address: P.O. Box 2	20908	City: T	uscaloosa	State: AL	Zip:	35402
Holders of leasehol	ld interest:					00100
Address:		City:		State:	Zip:	
Purchasers under a	real estate	contract:				
Address:		Citv:		State:	Zip:	
Describe the type disturbance or mini right was granted. identify all grante ending with the per	of document ong. Indicate If the granto ers and grante	or conveyance from whom the or of the righ ees of the ric	which grant right was a nt is not the	s the ric equired an owner(s)	ght of nd to wl of pro	entry, hom the
Describe Right of Entry (If deed indicate where recorded): Granted Granted To: Granted: Granted: Granted: Granted: To: Granted: Granted: Granted: Granted: Explain.					No) If	
Lease	Parker Towing Company,	RAC Mining, LLC.	08/03/04	No		

Permit Number: P-3868-01-11-S

PART I C 1. (CONTINUED)

=======================================	=============	Page 2 of			========
Legal description		=========	- 		
Surface/Mineral/or		N46 2.00			
Legal owner(s) of	ree Simple (D	T.C.	e		
Legal owner(s) of a Address: 378 Old Do	ora Road	City: S	umiton S	State: AT.	Zin: 35148
Holders of leasehol	Ld interest:		umi con	cacc. All	dip33140_
Holders of leasehol Address:		City:	9	State:	Zip:
Purchasers under a	real estate c	ontract:			
Address:		City:	S	State:	_Zip:
Purchasers under a Address: Description of right Describe the type disturbance or mining right was granted. identify all granted ending with the performance of the	of document ong. Indicate If the grantor ors and granter	r conveyance from whom the r of the righ es of the rig	which grants right was ac it is not the	s the ric quired ar owner(s)	ght of entry, nd to whom the of property.
Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:		ion Pending? No) If yes,
Lease	BASTO, LLC.	RAC Mining, LLC.	02/04/05	No	
Legal description of Surface/Mineral/or Legal owner(s) of r	Fee Simple (becord: Intern	permit map oth): Minera ational Pape City: H	symbol: <u>Inter</u> l r ouston S	national	
Holders of leasehol	d interest:				
Address:	>2	City:	S	tate:	_Zip:
Purchasers under a	real estate c	ontract:			
Address: Purchasers under a Address: Description of right Describe the type disturbance or mini right was granted. identify all granto ending with the per	of document of ng. Indicate If the grantor rs and grantee	r conveyance from whom the c of the righ es of the rig	which grants right was ac It is not the	s the ric quired an owner(s)	ght of entry, nd to whom the of property,
Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:	Litigat: (Yes or explain	ion Pending? No) If yes,
Lease	International Paper	RAC Mining, LLC.	02/18/05	No	

Permit Number: P-3868-01-11-S

PART I C 1. (CONTINUED)

PART I C I. (CONTI	A. T. A.			
=======================================		Page 3 of	4	
Legal description	======= of property or	permit map	symbol: Willi	======================================
Surface/Mineral/or	Fee Simple (h	oth). Minora	1	
Legal owner(s) of	record: Willia	m R. Parker	I.T.	
Address: 5188 Crow	ley Drive	City: E	Sirmingham S	State: AL Zip: 35210
Holders of leaseho.	ld interest:			
Address:		City:		State: AL Zip: 35210 State: Zip:
Purchasers under a	real estate c	ontract:		State:Zip:
Description of right	at to enter or	City:		State:Zip:
Describe the type disturbance or mini right was granted.	of document o ng. Indicate If the granto ors and grante	r conveyance from whom the r of the righ es of the rig	e right was ac nt is not the	s the right of entry, equired and to whom the owner(s) of property, with the owner(s) and
Describe Right	Granted	Granted	Date	Litigation Pending?
of Entry (If deed indicate where recorded):	From:	To:	Granted:	(Yes or No) If yes, explain.
Lease	William R.	RAC	06/24/04	No
	Parker	Mining, LLC.	00/24/04	INO
Legal description of Surface/Mineral/or Legal owner(s) of r	Fee Simple (b	oth): <u>Minera</u> n Coal	1	
Address: 3940 Monto	clair Road. Su	ite 401 City	: Birmingham	State: <u>AL</u> Zip: <u>35213</u>
Holders of leasehol	d interest:	0:1		
Purchasers under a	real estate c	City:		tate:Zip:
Address:	icai cotate c	City:	9	State: Zip:
disturbance or mini right was granted.	of document on ng. Indicate If the granton rs and grantee	r conveyance from whom the c of the righes of the rig	which grants right was ac nt is not the	State:Zip:
Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:	Litigation Pending? (Yes or No) If yes, explain.
Purchase	West Jefferson Minerals, LLC.	Sumiton Coal, LLC.	06/26/06	No

06/26/06

No

Sumiton Coal,

LLC.

RAC

Mining, LLC.

Lease

Permit Number: P-3868-01-11-S

PART I C 1. (CONTINUED)

=======================================	=========	============	=======================================	
		Page <u>4</u> of <u>4</u>		
Address: <u>P.O. Box 1</u>	neral, LLP. (M Fee Simple (brecord: West J 1549	permit map) ooth): <u>Minera</u> <u>efferson Min</u> <u>City: J</u>	symbol:l eral, LLC.: asperS	Attention Land Dept. State: AL Zip: 35502
Describe the type disturbance or mini	of document o ng. Indicate	r conveyance from whom the	which grants right was ac	tate:Zip:
identify all granted and identify all granted ending with the per	ors and grante	es of the rig	t is not the that the the the the the the the the the th	owner(s) of property, with the owner(s) and
Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:	Litigation Pending? (Yes or No) If yes, explain.
Lease	West Jefferson Mineral, LLP.	RAC Mining, LLC.	10/17/08	No
Surface/Mineral/or The University of A	Fee Simple (b	oth): Fee Sin	mple	csity of Alabama (FEE) State: AL Zip: 35401
Holders of leasehol Address: Purchasers under a Address:	real estate c	City: ontract:	S	tate:Zip:
Description of right Describe the type of disturbance or ministright was granted.	of document or or of document on one of the granton rs and granted rs and granted	mine: r conveyance from whom the c of the righ es of the rig	which grants right was ac t is not the	s the right of entry, quired and to whom the owner(s) of property, with the owner(s) and
Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:	Litigation Pending? (Yes or No) If yes, explain.
Lease	University of Alabama	RAC Mining, LLC.	8/25/09	No

Applicant: <u>RAC Mining, LLC</u>
Mine Name: <u>Powhatan Mine</u>

Permit Number: P-3868-01-11-S

PART I C. (CONTINUED)

2. OWNERSHIP OF SURFACE AND MINERAL LANDS CONTIGUOUS TO THE AREA TO BE MINED INSTRUCTIONS:

Provide the information below for the owners of record of all surface and mineral properties contiguous to any part of the proposed permit area.

USE ADDITIONAL SHEETS AS NECESSARY IN THE FORMAT BELOW

PAGE <u>1</u> of <u>1</u>
Name: Parker Towing Company, Inc.
Address: P.O. Box 20908
City: Tuscaloosa State: AL Zip: 35402
Interest owned (Surface, Coal or Fee Simple): Surface
Type of Interest(Owner, Lease , or Other): Owner
Name: International Paper
Address: P.O. Box 4258
City: Houston State: TX Zip: 77210
Interest owned (Surface, Coal or Fee Simple): Surface
Type of Interest (Owner, Lease , or Other): Owner
Name: BASTCO LLC.
Address: 378 Old Dora Road
City: Sumiton State: AL Zip: 35148
Interest owned (Surface, Coal or Fee Simple): Surface
Type of Interest(Owner, Lease , or Other): Owner
Name:_William R. Parker
Address: 5188 Crowley Drive
City: Birmingham State: AL Zip: 35210
Interest owned (Surface, Coal or Fee Simple): Mineral
Type of Interest (Owner, Lease , or Other): Owner
-7F
Name: Sumiton Coal, LLC.
Address: 3940 Montclair Road, Suite 401
City: Birmingham State: AL Zip: 35213
Interest owned (Surface, Coal or Fee Simple): Mineral
Type of Interest (Owner, Lease , or Other): Owner
Name - Flack Tafface - Mills - 1
Name: West Jefferson Mineral, LLP.
Address: P.O. Box 1549
City: Jasper State: AL Zip: 35502
Interest owned (Surface, Coal or Fee Simple): Mineral
Type of Interest (Owner, Lease , or Other): Owner
Name: University of Alabama
Address: P.O. Box 870106
City: Tuscaloosa State: AL Zip: 35401
Interest owned (Surface, Coal or Fee Simple): FEE
Type of Interest (Owner, Lease , or Other): Owner
· · · · · · · · · · · · · · · · · · ·

Applicant: <u>RAC Mining, LLC</u> Mine Name: <u>Powhatan Mine</u>

Permit Number: P-3868-01-11-S

PART I D. PERMIT AREA INFORMATION

1.	Give	the	requested	term	of	this	permit:	5	vears
----	------	-----	-----------	------	----	------	---------	---	-------

- 2. Give the acreage of the permit, each increment and the type of bonding.
 - a. Total permit acreage: 160 acres.
 - b. Give the acreage and type of bond for each mining increment:

Increment	<u>Acres</u>	Type Bond Proposed
1. 2.	<u>68</u> 0	<u>Certificate of Deposit</u> <u>NA</u>
3.	12	Certificate of Deposit
4.	22	Certificate of Deposit
5.	39	Certificate of Deposit
6.	19	Certificate of Deposit

- c. Identify the increment(s) on which mining will initially begin upon issuance of this permit: <u>Increment No. 1</u>
- 3. Has any acreage in the proposed permit area been previously disturbed by mining? (XX)YES ()NO

If yes, supply the following for any and all previously disturbed areas:

- a. Show the boundaries of the previously disturbed area(s) on the permit map and identify with an appropriate symbol.
- b. List, for each area, the permit number under which it was disturbed and the number of acres. Indicate the status of each permit as Unreleased, Grading released, or 100% released. (If no permit, indicate as such)

<u>Permit</u>	<u>Acres</u>	Status
Pre-law	_53.0	Unreclaimed
	-	

c. For each area which has not been reclaimed or received a 100% release, indicate whether you intend to assume responsibility for reclamation of the area under this permit and its performance bond(s)

RAC Mining, LLC will accept the reclamation responsibility for the previously disturbed areas which they redisturb.

Permit Number: P-3868-01-11-S

PART I D. (CONTINUED)

4. List all other licenses and permits required to conduct mining operations including, but not limited to, MSHA I.D. and NPDES. Give the identification or permit number, the name and address of the issuing authority, and the status or date of approval or issuance of each:

Permit	ID or Permit Number	Issuing Authority	Address	Status or date of issuance
MSHA ID	01-03332	MSHA	* **	<u>Issued 9-13-05</u>
NPDES	AL0077194	ADEM		<u>Issued 3-01-05</u>

- * 135 Gemini Circle, Suite 213, Birmingham, AL 35209
- ** 1400 Coliseum Blvd., Montgomery, AL 36110-2059
- 5. Did the applicant receive assistance from the Small Operator Assistance Program in preparing this application? ()YES (XX)NO If YES, list SOAP I.D. Number:
- 6. Submit a certificate of proof of Liability Insurance with this application.

See ASMC Master Insurance File

PART I E. PUBLIC NOTICE AND AVAILABILITY FOR INSPECTION

- 12. Give the name of the approved public office in which a copy of this application will be filed for public inspection following notification of completeness:
 - ASMC website http://surface-mining.alabama.gov/PermitApplications.html
- 13. Enclose a copy of the notice of filing of this application which will appear in a newspaper of general circulation in the vicinity of the mine and identify the name of the newspaper: See Attachment I.E.13. to appear in the Birmingham News.

PART 6: VERIFICATION OF APPLICATION

(a) One copy must be original

Permit Number: P-3868-01-11-S

Attachment I.E.13.

NOTICE OF APPLICATION TO TRANSFER A SURFACE COAL MINING PERMIT

RAC Mining, LLC, P.O. Box 415, Dora, Alabama 35062, hereby gives notice that it has filed application to succeed by transfer to the rights granted under Alabama Surface Mining Commission Permit P-3868-01-11-S currently held by Job Land & Mineral, Inc., 378 Old Dora Road, Sumiton, Alabama 35148. This operation is known as the Powhatan Mine and is located in SE/NW, SW/NW, NE/SW, NW/NE, NE/NE, SW/NE, SE/NE, NW/SE, all located within Section 6, Township 17 South, Range 5 West, Jefferson County, Alabama. A copy of the permit revision application is available for public inspection at the Alabama Surface Mining Commission website http://surfacemining.alabama.gov/PermitApplications.html. Written comments, objections, or requests for informal conferences should be submitted to the Alabama Surface Mining Commission, P.O. Box 2390, Jasper, Alabama 35502-2390, within 30 days from the last publication of this notice.

AGREEMENT

This agreement is entered into this date by <u>Job Land & Mineral, Inc.</u> and <u>RAC Mining, LLC.</u>, in order to effect a transfer of Alabama Surface Mining Commission ASMC Permit No. P-3868-01-11-S and the responsibility, bond coverage, and liability thereunder from <u>Job Land & Mineral, Inc.</u> to <u>RAC Mining, LLC.</u>

On the date such transfer becomes effective, <u>RAC Mining, LLC</u> agrees to assume the responsibility, bond coverage, and liability of ASMC Permit No. P-3868-01-11-S and <u>Job Land & Mineral, Inc.</u> agrees to relinquish all rights which it may have under said permit.

This agreement is entered into by parties this 17 day of August, 2010. Said transfer is to become effective on the effective date that ASMC approves this transfer.

Job Land & Mineral, Inc.

BY:_

Alon Ballenger, President

RAC Mining, LLC.

BY:

Tim Bergen, Chairman of the Board

Witness

Witness

Permit Number: P-3868-01-11-S

Part VI - Verification of Permit Application (771.27)

For new Permit () Transfer (X) Renewal ()

I, the undersigned operator and holder of an ASMC license, do hereby submit this as my application for a permit to engage in surface coal mining operations and certify that the information in the application is true and correct to the best of my information and belief. This application is submitted in conformance with the rules and regulations of the Commission and it is agreed that any operations pursuant to the permit will be conducted in accordance with those rules and regulations. I further certify that I will keep the Commission advised of any change of facts as may pertain to the license information or this permit application.

RAC Mining, LLC. Permittee:

License No. Pending

remiteece.

Alon Ballenger, CEO

STATE OF ALABAMA
)
JEFFERSON COUNTY

Before me, the undersigned authority, personally appeared <u>Alon Ballenger</u>, who being duly sworn upon oath, deposed and said, that he has read the foregoing application, that he is the responsible official of the applicant who executed the application, that the facts and matters contained therein are true and correct to the best of his information and belief, and that he executed the same for the purposes therein expressed.

Sworn to and subscribed before me, this______ day of______, 2010.

Notary Public

Commission Expires

Commentary of the